



MCI Communications Corporation

1801 Pennsylvania Ave., NW Washington, DC 20006 202 887 2048

Leonard S. Sawicki Senior Manager Regulatory Affairs JAN 20 1995

FEDERAL POSEMES TO TOPE OF MINISSION OFFICE OF STERFTARY

## EX PARTE OR LATE FILED

**EX PARTE** 

January 20, 1995

Mr. William F. Caton
Secretary
Federal Communications Commission
Room 222
1919 M Street NW
Washington, D.C. 2055AFT FILE COPY ORIGINAL

Re: CC Docket 92-77; Billed Party Preference

Dear Mr. Caton:

Today, MCI sent the attached letter to Chairman Hundt. I also provided copies to Karen Brinkman of the Chairman's staff and Kathleen Wallman, Chief of the Common Carrier Bureau. As required by Section 1.1206 of the Commission's Rules, I am enclosing two copies with this note. Please include them in the record of this proceeding.

Sincerely,

cc:

Leonard S. Sawicki

Ms. Brinkman

Ms. Wallman

No. of Copies rec'd OHL



1801 Pennsylvania Avenue, N.W. Washington, D.C. 20006

January 20, 1995

The Honorable Reed Hundt Chairman Federal Communications Commission 1919 M Street, N.W. Washington, D.C. 20554

## Dear Chairman Hundt:

One of MCI's top public policy priorities is billed party preference (BPP). Implementation of BPP would bring equal access to the "0 Plus" (operator services and calling card) market for the first time and would permit consumers to exercise the same right to choose their long distance carrier when they make a calling card or other 0 Plus call as they have had in the "dial 1" arena for years. Last May, the FCC made a tentative finding that BPP was in the public interest. When Bert Roberts of MCI visited you last year, he expressed the hope that the Commission would take final action to approve BPP quickly.

Unfortunately, that has not happened. While the Commission did gather additional data regarding the costs and benefits of BPP during 1994, it has still not issued a final order in this old proceeding. Meanwhile, consumers continue to be deprived of effective equal access in this market, and AT&T and the local exchange carriers retain an effective monopoly on 0 Plus dialing. In addition, some of those carriers have accelerated their efforts to exploit this structural advantage and have embarked on advertising campaigns, highlighting the ease of dialing "0 Plus" and the difficulty of dialing access codes or additional digits which are required to access other carriers' services. I have enclosed some marketing information from Bell Atlantic and Southwestern Bell as examples of these efforts. Bell Atlantic colorfully characterizes the "spellaphone" required of other carriers'

The Honorable Reed Hundt January 20, 1995 Page Two

services and emphasizes the ease of use of its own "0 Plus" service. This is the same Bell Atlantic that opposes BPP, citing the allegedly excessive costs of implementation. Its comments about the costs of implementation of BPP should be viewed in light of its true motives, laid bare by its advertising campaign.

After the Commission's tentative findings early last year, it seemed that the FCC would finally dispose of this important issue. It has not. Indeed, it seems that the local telephone companies have been emboldened by the absence of a final order in this matter and are dumping large sums of advertising dollars into the marketplace to help them leverage their unfair advantage.

If you have any questions about this matter, please call me at 202-887-2124. I would be happy to speak with you at your convenience.

Sincerely,

Laurence E. Harris

Senior Vice President

7 5 Hamis

**Public Policy** 

**Enclosures** 



HANDER WESTERN DE CHENNER ON BOARD BETTERN DE CHENNER ON BOARD BETTERN DE CHENNER ON BOARD BETTERN DE CHENNER DE CHENNER

PARTIES PARTIES DE LA PROPERTIES DE LA P

HE WAS THE BOTH STATE OF THE ST

A BURGELLE'S ATRONO

TRANSCRIPT

DATE:

DECEMBER 5, 1994

TIME:

4:20 PM WJFK-FM

STATION:

WASHINGTON DC

PRODUCT:

BELL ATLANTIC

LENGTH:

:60

CODE:

9412-0749

SPELL A PHONE

(BKG MUSIC: ROCKABILLY)

MALE: A little history lesson here. In 1876, Alexander Graham Bell invented the spellaphone. Oh, I'm sorry. Mr. Bell invented the telephone, the device you use to tell things to people who aren't with you. The "spellaphone" wasn't invented until recently when they came out with those collect call 800 numbers, you know, the numbers that aren't really numbers but words you have to spell out? 1-800-THIS, 1-800-THAT, 1-800-BLAH-BLAH-BLAH. Give me a break. What happened was something that used to be easy became a spell-a-thon. Now, the fastest, easiest way to make a collect call is the way you've always done it. Dial 0 PLUS. You just dial "0" plus the area code, and the number you want. O PLUS, it's even ten less digits than one of those 800 numbers. So give your digits a break. Dial 0 PLUS and avoid those pasky collect call calluses. O PLUS dialing from Bell Atlantic, the heart of communication.

. . .

And the second of the second o

The many statement of the service of

(A) Southwestern Bell Telephone